# IN THE UNITED STATES DISTRICT COURT FOR THE SOUTHERN DISTRICT OF TEXAS GALVESTON DIVISION

E1 CORPORATION	§
Plaintiff,	§ §
٧.	§ C.A. No. G-13- $3:13-cv-457$ § Filed Under Rule 9(h)
<b>v.</b>	§ Fed. R. Civ. P.
MAPLE SHIPPING INC.	§ (ADMIRALTY)
	§
Defendant.	§

#### VERIFIED ORIGINAL COMPLAINT

Plaintiff, E1 Corporation (sometimes referred to as "E1"), for its Complaint against Defendant, Maple Shipping Inc., alleges upon information and belief as follows:

## Jurisdiction and Parties

- 1. This is a case of admiralty and maritime jurisdiction, as hereinafter more fully appears, and is an admiralty and maritime claim within the meaning of Rule 9(h) of the Federal Rules of Civil Procedure.
- 2. This Court has jurisdiction to authorize the attachment of the motor vessel ("M/V") MAPLE 3 under 28 U.S.C. § 1333, Title IX of the U.S. Code, and Rule B of the Supplemental Rules for Certain Admiralty and Maritime Claims, Federal Rules of Civil Procedure to provide security for Plaintiff's claims.
- 3. At all times herein mentioned, Plaintiff was and now is a business duly organized and existing with its primary office in Seoul, Korea.
- 4. At all times here mentioned, Defendant was and now is a business entity duly organized and existing with its primary office in Hong Kong.

- 5. Defendant is a foreign entity that is not present within the district as that term is understood under Admiralty Supplemental Rule B, Federal Rules of Civil Procedure. See accompanying Affidavit of Douglas Shoemaker. Defendant is a non-resident as that term is used in subchapter C of Chapter 17 of the Texas Civil Practice & Remedies Code, does not maintain a business office or address in Texas, and has not designated or maintained a resident agent for service of process in Texas. Substituted service of process can be had over Defendant by serving the Secretary of State of Texas with duplicate copies of process. Process or notice can be sent to Maple Shipping Inc., TaiKoo Place, 979, Kings Road, Quarry Bay, Eastern Hong Kong, China.
- 6. At all material times, Defendant owned and operated or caused to be operated the M/V MAPLE 3 in international maritime commerce between various ports throughout the world.
- 7. The M/V MAPLE 3 is a 1993-build, St. Vincent and the Grenadines flagged 18,360 gross ton LPG tanker carrier. The M/V MAPLE 3 is currently or will be present within the jurisdiction of this Court.
- 8. At all material times, the M/V MAPLE 3 was operated by its owner strictly as a commercial vessel for profit.

#### Background Facts/ Chronology

- 9. On April 27, 2010, Plaintiff as charterer and MC EID Shipping Ltd ("MC EID") as owner of the M/V MAPLE <u>2</u> (formerly known as the M/V TOWER BRIDGE) entered into a time charterparty for a 2 year-term. (Exhibit 1.)
- 10. On July 27, 2010, Plaintiff and Astomos Energy Group ("Astomos") interchangeably entered into arrangements for time charter and voyage charter of the M/V MAPLE 2. (Exhibits 2 and 3.)

- 11. On or about February 25, 2011, due to MC EID's financial constraints, the committee of creditors sold the M/V MAPLE 2 to Defendant, Maple Shipping Inc. (Exhibit 4.)
- 12. On or about February 25, 2011, Defendant and Plaintiff entered into Addendum No. 1 to the existing time charterparty whereby Defendant assumed the status/obligations of MC EID thereunder. (Exhibit 5.)
- 13. On or about May 27, 2011, Plaintiff sub-chartered the M/V MAPLE 2 to Astomos for a term of 11 months. (Exhibit 6.)
- 14. Between approximately June 7 and June 13, 2011, Astomos attempted to load propane gas at Ras Tunura and Juaymah Port of Saudi Arabia, but the loading failed due to high pressure in the tank. The relevant port authority denied re-berthing which eventually resulted in Astomos' failure to load all of the intended quantity of the gas. As an alternative, Astomos had to procure a substitute vessel, the M/V MILL REEF, to conduct the loading, and the propane gas was then transferred vessel-to-vessel at substantial additional cost. (Exhibits 7-11.)
- 15. According to the surveyor report, the loading was delayed because of the improper management of the cargo pressure valve. Further, the reliquification plant on the M/V MAPLE 2 was defective which resulted in the failure to adequately lower the cargo temperature. (Exhibit 12.)
- 16. On or about July 15, 2011, Astomos, in reliance on the said surveyor report, presented a damages claim against Plaintiff on the grounds that the M/V MAPLE 2 was unseaworthy for carriage of the cargo in that she lacked sufficient facilities and that her crew failed to exercise reasonable care to control the cargo temperature. (Exhibit 13.)
- 17. On or about July 29, 2011, Plaintiff presented a damages claim against Defendant based on the grounds identical to the above. (Exhibit 14.)

- 18. On or about May 8, 2012, Astomos made a claim against Plaintiff for \$956,233.01, including the additional costs incurred as a result of the delay of cargo, freight for the substitute vessel MILL REEF, and the costs for the transfer of the gas, etc. (Exhibit 15.)
- 19. On or about May 15, 2012, Plaintiff made a claim against Defendant for the aforementioned amount claimed by Astomos (\$956,233.01) plus the loss accrued due to the inability to use the M/V MAPLE 2 for approximately 10 days (\$209,226.88), comprising \$1,165,459.89 in total. (Exhibit 16.)
- 20. Plaintiff has since determined that its losses total \$196,510.70.
- 21. Defendant's failure and refusal to pay the demurrage due constitutes a breach of the charterparty.
- 22. Pursuant to the charterparty, Plaintiff is entitled to damages from Defendant for the losses detailed above, no part of which has been paid, although duly demanded.
- 23. Pursuant to the terms of the charterparty, disputes arising out of that contract are to be arbitrated in London and decided in accordance with English law. Plaintiff has or will during the pendency of this case demand arbitration in accordance with the charterparty. Plaintiff's English counsel has estimated that its fees and expenses for pursuing arbitration will be £267,672.01, which is US \$435,329.87 as of December 17, 2013. Plaintiff is entitled to seek to recover its English counsel's fees and expenses from Defendant in the London arbitration and the foregoing estimate is therefore included in Plaintiff's damages claimed herein.
- 24. Based on the foregoing, as a result of Defendant's breach of the charterparty, Plaintiff has been damaged in the total amount of \$631,840.57, plus interest, fees and costs.
- 25. Plaintiff is entitled to attach Defendant's vessel, the M/V MAPLE 3, to secure its claim and to compel arbitration in this matter.

WHEREFORE Plaintiff E1 Corporation prays that the Court:

- (1) issue a Warrant of Attachment for the M/V MAPLE 3, her engines, tackle, apparel, furniture, equipment and appurtenances, commanding the United States Marshal to attach the vessel and take it into custody;
- (2) order the vessel condemned and sold to pay the costs of *custodia legis*, and damages owed to Plaintiff arising from Defendant's breach of a maritime contract with Plaintiff;
- (3) after ordering the vessel's attachment and/or any substitute security for Plaintiff's claims, stay all further prosecution of the Plaintiff's claims to enable London Arbitration to resolve the underlying dispute in this case; and
- (4) render such other, further and different relief as may be just in the premises.

Respectfully submitted,

Douglas Shoemaker TBA No.: 00788406

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ATTORNEY-IN-CHARGE FOR PLAINTIFF

**E1 CORPORATION** 

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### **VERIFICATION**

- I , Sangmoo Kim, or E1 Corporation do hereby declare under penalty of perjury in accordance with the laws of the United States pursuant to 28 U.S.C. § 1746 that the following information is true and correct:
  - 1. I am the general manager and head of supply team of E1 Corporation and am authorized to make this statement by and on behalf of the company.
  - 2. I am fully knowledgeable about the facts and circumstances surrounding the matters alleged in the foregoing complaint.
  - 3. I have read the foregoing complaint, and the allegations contained therein are true and accurate to the best of my knowledge, information and belief.
  - 4. The sources of my information and the bases for my belief are personal knowledge and information available to me as a general manager and head of supply team of E1 Corporation.

Date executed: 16 December 2013

Sangmoo Kim General Manager and Head of Supply Team E1 Corporation